Amendments to House Bill No. 509
1st Reading Copy

Requested by Representative Keith Regier

For the House Federal Relations, Energy, and Telecommunications Committee

Prepared by Sonja Nowakowski March 8, 2013 (8:33am)

1. Title, page 1, line 4 through line 5. Strike: "REDUCING" on line 4 through "SERVICES;" on line 5

2. Title, page 1, line 11.
Strike: the first "AND"
Following: "10-4-301,"
Insert: "AND 10-4-313,"

3. Page 2, line 29.

Strike: "10-4-301(1)(a)" **Insert:** "10-4-301(2)(a)"

4. Page 3, line 21.

Strike: "10-4-301(1)(b)" **Insert:** "10-4-301(2)(b)"

5. Page 5, line 24.

Strike: "10" Insert: "25"

6. Page 6, line 4.
Strike: "85 cents"

Insert: "\$1"

7. Page 6, line 26.
Following: "services"

Insert: "or the amount charged for the prepaid wireless fee"

8. Page 8, line 22.

Following: "accounts."

Insert: "(1) All money received by the department of revenue pursuant to 10-4-201 must be paid to the state treasurer for deposit in the appropriate account. An amount equal to 2.74% of the money received pursuant to 10-4-201 must be deposited in an account in the state special revenue fund to be used for the administration of this chapter. Any remaining funds at the end of a fiscal year must be equally distributed to each of the four accounts provided for in subsection (2)."

Renumber: subsequent subsections

9. Page 9, line 3 through line 7.

Strike: subsection (2) in its entirety

Renumber: subsequent subsections

10. Page 9, line 8.

Strike: "(1)"
Insert: "(2)"

11. Page 9, line 13.

Strike: "(1)"
Insert: "(2)"

12. Page 9.

Following: line 16

Insert: "Section 11. Section 10-4-313, MCA, is amended to read:
 "10-4-313. Distribution of wireless enhanced 9-1-1 account

by department. (1) The department shall make quarterly distribution of the portion of the wireless enhanced 9-1-1 account for allowable costs described in $\frac{10-4-301(1)(c)(ii)}{10-4-301(2)(c)(ii)}$ incurred by each wireless provider in each 9-1-1 jurisdiction as follows:

- (a) For each fiscal year through the fiscal year ending June 30, 2015:
- (i) 84% of the balance of the account must be allocated to the wireless providers providing wireless enhanced 9-1-1 in each county on a per capita basis. The wireless provider in each county must be allocated a minimum of 1% of the balance of the counties' share of the account.
- (ii) the balance of the account must be allocated evenly to the wireless providers providing wireless enhanced 9-1-1 in counties with 1% or less of the total population of the state; and
- (iii) prior to distribution, the amounts allocated under subsections (1)(a)(i) and (1)(a)(ii) must be adjusted to ensure that a wireless provider does not receive less than the amount allocated to wireless providers providing wireless enhanced 9-1-1 in counties with 1% or less of the total population of the state.
- (b) For fiscal years beginning after June 30, 2015, 100% of the balance of the account must be allocated to the wireless providers providing wireless enhanced 9-1-1 in each county on a per capita basis. Each county must be allocated a minimum of 1% of the balance of the counties' share of the account.
- (c) If the department is unable to fully reimburse a wireless provider under subsection (1)(a) in any quarter, the department shall in the subsequent quarter pay from the allocation under subsection (1)(a) to wireless providers any unpaid balances from the previous quarter. If the amount available is insufficient to pay all previous unpaid balances, the department shall repeat the process of paying unpaid balances

that remain unpaid for as many quarters as necessary until all unpaid balances are fully paid. The department shall review all invoices for appropriateness of costs claimed by the wireless provider. If the wireless provider contests the review, payment may not be made until the amount owed to the wireless provider is determined.

- (d) A wireless provider shall submit an invoice for cost recovery according to the allowable costs.
- (e) The department shall determine the percentage of overall subscribers, based on billing addresses, within the 9-1-1 jurisdiction for each wireless provider seeking cost recovery by dividing the wireless provider's subscribers by the total number of subscribers in that 9-1-1 jurisdiction. The percentage must be applied to the total wireless provider funds for that 9-1-1 jurisdiction, and each wireless provider shall receive distribution based on the provider's percentage. To receive cost recovery, wireless providers shall submit subscriber counts to the department on a quarterly basis. The subscriber count must be provided for each 9-1-1 jurisdiction in which the wireless provider receives cost recovery within 30 calendar days following the end of each quarter. The department shall recalculate distribution percentages on a quarterly basis.
- (f) If the department determines that a wireless provider has submitted costs that exceed allowable costs or are not submitted in the manner prescribed in 10-4-115, the department may, after giving notice to the wireless provider, suspend or withhold payment from the wireless enhanced 9-1-1 account.
- (2) The department shall make quarterly distribution of the portion of the wireless enhanced 9-1-1 account described in $\frac{10-4-301(1)(c)(i)}{10-4-301(2)(c)(i)}$ to each 9-1-1 jurisdiction as follows:
- (a) for each fiscal year through the fiscal year ending June 30, 2015:
- (i) 84% of the balance of the account must be allocated to cities and counties on a per capita basis. However, each county must be allocated a minimum of 1% of the balance of the counties' share of the account.
- (ii) the balance of the account must be allocated evenly to the counties with 1% or less than 1% of the total population of the state; and
- (iii) prior to distribution, the amounts allocated under subsections (2) (a) (i) and (2) (a) (ii) must be adjusted to ensure that a county does not receive less than the amount allocated to counties with 1% or less of the total population of the state; and
- (b) for fiscal years beginning after June 30, 2015, 100% of the balance of the account must be allocated to cities and counties on a per capita basis. However, each county must be allocated a minimum of 1% of the balance of the counties' share of the account."

{Internal References to 10-4-313:

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